LAW AND PUBLIC SAFETY

NEW JERSEY RACING COMMISSION

Horse Racing

Fines

Proposed Amendment: N.J.A.C. 13:70-16.8

Authorized by: New Jersey Racing Commission, Frank Zanzuccki, Executive Director

Authority:

N.J.S.A. 5:5-30

Calendar Reference: See Summary below for explanation of exception to calendar

requirement.

Proposal Number: PRN 2003-371

Submit written comments by November 14, 2003 to:

Frank Zanzuccki, Executive Director

New Jersey Racing Commission

P.O. Box 088, 140 East Front Street

Trenton, New Jersey 08625

The agency proposal as follows:

Summary

The Racing Commission is interested in obtaining public comment on the proposed amendment concerning its rule regarding the amount of fines the stewards can impose. Under the current rule the stewards may not impose a fine in excess of \$500.00. The proposed amendment to N.J.A.C. 13:70-16.8 will increase the maximum amount of fines which stewards can impose to \$5,000.

As the Commission has provided a 60-day comment period on this notice of proposal, this notice is excepted from the rulemaking calendar requirement pursuant to N.J.A.C. 1:30-3.3(a)5.

Social Impact

The proposed amendment will have positive influence on the integrity of racing, by providing the stewards with greater flexibility to punish licensees who commit serious violations of the Commission's rules and regulations. The primary purpose of imposing penalties for violations is to deter misconduct and punish offenders at appropriate levels. The current fine limitations have been in effect since 1982, and no longer adequately penalize offenders. Additionally, all of the monetary penalties imposed by the Commission are allocated to the backstretch benevolence fund, which provides for programs that promote the health, safety and welfare of stable employees.

Economic Impact

The proposed amendment has no economic impact on the general public. However, increasing monetary fines will deter violations and thereby enhance public confidence. It is anticipated that as a result of enhancing public confidence, wagering on races will increase, producing increased revenue to the racetracks, horsemen, ancillary businesses and the State. In addition, the proposed amendment may have an economic impact on those who violate Commission rules and are assessed penalties by increasing the maximum amount that may be assessed, depending on the particular facts and circumstances of each case.

Federal Standards Statement

A Federal standards analysis is not required because the rules of racing are dictated by State statute, N.J.S.A. 5:5-22 et seq. and the proposed amendment is not subject to any Federal requirements or standards.

Jobs Impact

The proposed amendment will not have an effect on the workforce in the State.

No jobs will be generated or lost as a result of the amendment taking effect.

Agriculture Industry Impact

The proposed amendment will not have an impact on the agriculture industry in the State.

Regulatory Flexibility Statement

The proposed amendment imposes no reporting, recordkeeping or compliance requirements on small businesses, as defined in the Regulatory Flexibility Act, N.J.S.A. 52:14B-16 et seq. The proposed amendment imposes no compliance requirement, but increases the amount of a fine the stewards may impose.

Smart Growth Impact

The proposed rule amendment is not anticipated to have an impact on the achievement of smart growth and implementation of the State Development and Redevelopment Plan as defined under Executive Order No. 4 (2002).

Full text of the proposal follows (additions indicated in boldface **thus**; deletions indicated in brackets [thus]

13:70-16.8 Fines

The stewards may not impose a fine in excess of [\$500.00] \$5,000. If it is deemed necessary that a larger fine be imposed, the stewards shall so recommend to the Racing Commission.